

March 8, 2006

Robert E Feldman Executive Secretary Federal Deposit Insurance Corporation 550 17th Street, N.W., Washington, D.C. 20429

Re Comments Regarding Wal-Mart Application for Insurance and Industrial Bank Charter

Dear Mr Feldman,

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Sincerely,

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SIGNAL MOUNTAIN (423) 886-2868

SODDY DAISY (423) 332-7110 SOUTH PITTSBURG (423) 837-8645

TRACY CITY-DFPOT (931) 592 2741 TRACY CITY (931) 592-9221 WHITWELL (423) 658-5880



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Robert E Feldman Executive Secretary Federal Deposit Insurance Corporation 550 17th Street NW, Washington, D.C. 20429

Re Comments Regarding Wal-Mart Application for Insurance and Industrial Bank Charter

Dear Mr. Feldman,

I strongly oppose the application of Wal-Mart Stores inc., for Federal deposit insurance coverage for an ILC charter in Utah. As a community banker. I believe that allowing Wal-Mart to own a bank charter and potentially open branches in its network of stores would do irreparable damage to my community and my institution, and pose a severe systemic risk to our nation's economy.

Wal-Mart has stated that it intends to operate a <u>limited ILC</u> charter in Utah. I remain unconvinced that Wal-Mart will take a narrow view. <u>Management's assurances that the operation will remain narrow do not agree with the company's history and corporate philosophy. This is Wal-Mart's fourth attempt to get into the banking business Wal-Mart's CEO says he wants to grow the company and provide financial services to its customers. One must conclude that Wal-Mart will be amending its business plan in the future to allow a full array of banking services. We must not allow this to happen.</u>

Wal-Mart has a long history of destabilizing communities by undercutting prices of local merchants and driving them out of business. That is not a theory it is a fact. For example, when Wal-Mart entered lowa, 50% of clothing stores, 30% of hardware stores, 42% of variety stores, 26% of department stores, and 25% of building materials stores were driven out of business. Iowa consumers were not well served by eliminating Wal-Mart's competitors and denying consumer choice. Think of the economic consequences of those statistics, and the devastating impact it had on the state of Iowa.

Wal-Mart did not open stores in those communities to be civic partners with local merchants, they opened stores to drive local merchants out of business and steal their customers, which is just what they did. The largest company in the world could do the same thing to community banks. The FDIC would be ill-advised to set this nation on a course that could result in the demise of the community banking industry as we know it today.

Congress has reaffirmed our nation's long standing policy against the mixing of banking and commerce, and with good reason. Mixing banking and commerce would create serious conflicts of interest and distort credit decisions. The impartial allocation of credit is the linchpin of our financial system and must be preserved. Would a Wal-Mart Bank offer credit at reasonable terms to its competitors? Would Wal-Mart require its suppliers to bank at the Wal-Mart bank?

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For the sake of the community banks of our nation and the customers and communities we serve, do not allow Wal-Mart to get into the banking business. Make a statement for fair competition and consumer choice by denying Wal-Mart's application for deposit insurance

Sincerely,

AJTAMONT (931) 692-3221 DUNLAP (423) 749-2173 JASPER (423) 942-19 ル MONTFAGLE (931) 924 4242 PALMER (931) 779-3288

PIKEVILLE (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

SE-INAL MOUNTAIN (423) 880-7858 50DDA PAFSY (423) 332-7(19) COUTH PITTS CHIC (123) 837-8648 11.ACY CITY DEPOT (731) /°2 2741

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ALTAMONT (931) 692-3221 DUNLAP (423) 949-2173 JASPER (423) 942-1990 MONTEAGLE (931) 924-4242

PALMER (931) 779-3288 PIKEVILI E (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

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(RACY CI) ((931) 592-9221 WHITWFIL (423) 658-5880



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ALTAMONT (931) 692-3221

SIGNAL MOUNTAIN

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JASPET (423) 942-1990 MONTEAGLE

(931) 424-4242

PALMER (931) 779-3288

PIKEVILLE (423) 447-2107 M-MINNVILLE DOWNTOWN (931) 473 5561

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TEACY CITY DEPOT (931) 592-2741

ARACY CHY (931) 592-9221

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March 8, 2006

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PALMER (931) 779-3288 PIKEVILLE (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

⁴ IC ¹⁴ AL MOUNTAIN (423) 886-2868

SODI'Y PAIS': (423) 332 7110 97 (JTH PITT35/11).G (423) 837-8645

1RACY CITY 195P07 (931) 192 2741 TPACY CAPY (931) 592-9221 WHITWELL (423) 658-5880 IAMINOVILLE PLACA (931) 507 2265



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PALMER (931) 779-3288 PIKEVILLE (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

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TRACY CITY (931) 592-9221 #3411WELE (423) 658-5880 McMinnvii Le Plala (931) 507-2265



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DUNI AP (423) 949-2173 IASPER (423) 942-1990 MONTILAGE F (931) 924-4242 PALMER (931) 779-3288

PIKEVILI E (423) 447-2107 McMIIINVILLE DOWNTOWN (931) 473-5561

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John William

PALMER (931) 779-3288 PIKEVILLE (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

Slight at MOUNT (IN 1423) 886-2868

SODDY P.ASY (423) 222 7110 ..OUTH PITTSHOPG (422) 837 8615 TRAC's CITY-DEPOY (9_1/592-274)

TRACY CITY (931, 592-9221 WHITWILL (423) 658-5880



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Al TAMONT (031) 692-3221

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PIKEVILLE (423) 447-2107 Mr-MINNVILLE DOWNTOWN (931) 473-5561

SIGNAL MOUNTAIN (423) 886-2868

SODDY DAISY (423, 222, 71)(SOUTH PETER ULG ,420) 837 8645 TP ACY CITY-DEPOR

TRACY CITY (931) 592-9221 WHITWHIL (423) 658-5880



Robert E Feldman Executive Secretary Federal Deposit Insurance Corporation 550 17th Street, N.W., Washington, D.C. 20429

Re Comments Regarding Wal-Mart Application for Insurance and Industrial Bank Charter

Dear Mr. Feldman,

I strongly oppose the application of Wal-Mart Stores, Inc., for Federal deposit insurance coverage for an ILC charter in Utah. As a community banker, I believe that allowing Wal-Mart to own a bank charter and potentially open branches in its network of stores would do irreparable damage to my community and my institution, and pose a severe systemic risk to our nation's economy.

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For the sake of the community banks of our nation and the customers and communities we serve, do not allow Wal-Mart to get into the banking business. Make a statement for fair competition and consumer choice by denying Wal-Mart's application for deposit insurance.

Sincerely,

AJ TAMONT (931) 692-3221 DUNEAP (423) 949-2173 FASPER (423) 942-1990

Welisa Gruner

MONTFAGI F (931) 924-4242 PALMER (931) 779-3288

PIKE\'IILE (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

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SODDY DAISY (423) 332 711" \$00THTHTS;40KG ,427) 837 3645 FRACY CITY DNPOT (9.1) 192-2741 YRACY CI4Y (931) 592-9221 WHIT WELL (443) 658-5880



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Sincerely, Juzanne Marelitt

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DUNLAP (423) 949-21 13 JASPER (423) 942-1990 MONTEAGLE (931) 924-4242 PALMER (931) 779-3288

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S.GNAL MOUNTAIN (423) 864-7868

SODDY DAISY (423) 332 7x10 SOUTH PITTSBURG (427) 837 8645 TRACY CITY DEPOT (931) 5/2 2741

TRACY CITY (931) 597-9221 WHITWELL (423) 658-5880 McMinnville Plaza (931) 507-2265



Robert E Feldman Executive Secretary Federal Deposit Insurance Corporation 550 17th Street, N.W., Washington, D.C. 20429

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DUNI AP (423) 949-21/3 JASHTR (423) 942-1990 MONTEAGLE (931) 924-4242 PALMER (931) 779-3288 PIKEVILLE (423) 447-2101

McMINNVILLE DOWNTOWN (931) 473 5561

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MONTEAGLE (931) 924 4242

PALMER (931) 779-3288 PIKEVILE (423) 447-2107 McMINNVILLE DOWNTOWN (931) 473-5561

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TRACY CITY-DEPUT (931) 592-2741 IRAC'I C41 t (931) 592-9221 WHITWFILL (423) 658-5880



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PALMFR (931) 779-3288 PIKEVILLE (423) 447-2107 McMINNVILL E DOWNTOWN (931) 473-5561

SIGNAL MOUNTAIN (423) 886-2868 SODPY DAISY (423) 3 2-7110

SOUTH FITTSEURG (423) 837 8615 TRACY CITY-DEP 'T (931) 592-2741

1FACY CITY (931) 592-9221 WHITWHLL (423) 658-5886



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